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# DELHI PACIFIC MINES LIMITED

## *Annual Report*



*For the Year Ended December 31st, 1961*

# DELHI PACIFIC MINES LIMITED

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## OFFICERS

S. A. PERRY - - - - - *President*  
HARLOW H. WRIGHT - - - - - *Vice-President*  
G. D. PATTISON - - - - - *Secretary-Treasurer*  
R. D. BELL - - - - - *Assistant Secretary-Treasurer*

## DIRECTORS

R. D. BELL - - - - - Toronto, Ont.  
G. H. HAWKER - - - - - Port Credit, Ont.  
F. C. KNIGHT - - - - - Toronto, Ont.  
G. D. PATTISON - - - - - Toronto, Ont.  
S. A. PERRY - - - - - Toronto, Ont.  
C. H. TAYLOR - - - - - Port Credit, Ont.  
HARLOW H. WRIGHT - - - - - Toronto, Ont.

## BANKERS

CANADIAN IMPERIAL BANK OF COMMERCE - Toronto, Ont.

## AUDITORS

THORNE, MULHOLLAND, HOWSON & MCPHERSON  
Toronto, Ont.

## TRANSFER AGENT AND REGISTRAR

GUARANTY TRUST COMPANY OF CANADA - Toronto, Ont.

## HEAD OFFICE

Suite 405, 25 Adelaide Street West, Toronto 1, Ont.



# DELHI PACIFIC MINES LIMITED

Suite 405, 25 Adelaide Street West  
TORONTO 1, ONTARIO

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To the Shareholders,  
DELHI PACIFIC MINES LIMITED.

Your Directors submit herewith the financial statement of your Company for the year ended December 31, 1961 with Auditors' Report thereon dated April 6, 1962.

On May 23, 1961, Supplementary Letters Patent were issued to the Company changing its name from New Delhi Mines Limited to Delhi Pacific Mines Limited, and reorganizing its capital structure as set forth in Note 1 to the Company's financial statement for the year ended December 31, 1961.

During the year \$105,559.13 was raised through the sale of treasury shares, and \$65,555.40 was expended in exploring the property of Norco Resources Ltd. located along the upper reaches of Theodosia Inlet near Powell River, British Columbia, held under option by the Company. The exploration program, including diamond drilling, failed to disclose any quantity of copper ore of commercial importance and the Company accordingly did not exercise its option to acquire the Norco property.

Early in 1962 your Company acquired a group of twenty-five claims in the Indian House Region of New Quebec about 125 miles north of Schefferville, Quebec. Surface exploration under the direction of an experienced geologist is in progress and significant copper values obtained from trenching of surface showings indicate that a program of diamond drilling is warranted. The copper bearing zone has been traced for a length of 1,500 feet, and geological and geophysical information suggests that there is a potential strike length of about 6,400 feet on the Company's property.

Subsequent to the year end, the Company entered into an underwriting and option agreement, and to date the Company has received thereunder \$120,000.00 for the sale of 400,000 of its shares. If the remaining options on an aggregate of 600,000 shares are exercised, the Company will receive a further \$250,000.00.

The Company's investment in Nickel Corporation of America, Canadian Manganese Mining Corporation Limited and Delmico Mines Limited remained unchanged during the year.

Submitted on behalf of the Board of Directors,

S. A. PERRY,  
President.

Toronto, Ontario,  
May 29, 1962.

# DELHI PACIFIC

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Incorporated und

## Balance Sheet —

### ASSETS

#### CURRENT ASSETS:

Cash .....	26,578.26	
Sundry receivables .....	4,008.52	
Prepaid insurance .....	50.30	30,637.08

#### INVESTMENTS:

Investment in and advances to subsidiary companies (note 2) .....	409,786.82	
Investments in affiliated mining companies, at net cost (note 3) .....	679,864.30	
Other investment, at nominal value .....	1.00	1,089,652.12

PARTICIPATION INTEREST IN OIL PROPERTIES, at cost less revenue to date		32,136.37
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#### FIXED ASSETS:

Sundry equipment, at estimated disposal value .....	1,500.00	
Mining claims, at the consideration given therefor, consisting of 104,219 shares of the presently constituted capital stock valued at \$124,837.50 and \$41,150.00 cash (note 4) .....	165,987.50	167,487.50

#### DEFERRED CHARGES:

Exploration and development .....	299,500.05	
Organization and administrative expenses .....	136,655.87	436,155.92
		<u>\$ 1,756,068.99</u>

The accompanying notes are

AUDIT

To the Shareholders of  
Delhi Pacific Mines Limited:

We have examined the balance sheet of Delhi Pacific Mines Limited as at December 31, 1961 and the results of its operations for the year ended on that date. Our examination included a general review of the accounting principles and procedures necessary in the circumstances.

In our opinion the accompanying balance sheet and related statements of financial position and income for the year ended on December 31, 1961 and the results of its operations for the year ended on that date are in accordance with the principles applied on a basis consistent with that of the preceding year.

Toronto, Canada,  
April 6, 1962.



# MINES LIMITED

(HI MINES LIMITED)

the laws of Ontario

December 31st, 1961

## LIABILITIES

### CURRENT LIABILITIES:

Accounts payable .....	1,984.32
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### SHAREHOLDERS' EQUITY:

#### Capital stock:

Authorized, 3,000,000 shares, par value \$1.00 each (note 1)	
Issued, 1,200,000 shares (notes 4, 5 and 6) .....	1,200,000.00
Contributed surplus .....	1,062,195.78
	<hr/>
	2,262,195.78
Less Deficit .....	508,111.11
	<hr/>
	1,754,084.67

Approved on behalf of the Board:

S. A. PERRY, Director.

G. D. PATTISON, Director.

\$ 1,756,068.99

integral part of this statement.

## REPORT

, 1961 and the statements of contributed surplus, deficit and deferred charges for the year  
s and such tests of accounting records and other supporting evidence as we considered

l surplus, deficit and deferred charges, supplemented by the notes thereto, present fairly  
ons for the year ended on that date, in accordance with generally accepted accounting

THORNE, MULHOLLAND, HOWSON & McPHERSON,  
Chartered Accountants.

# DELHI PACIFIC MINES LIMITED

## Notes to Financial Statement

Year ended December 31, 1961

1. By Supplementary Letters Patent dated May 23, 1961 the name of the company was changed from New Delhi Mines Limited to Delhi Pacific Mines Limited, and its authorized capital was:

- (a) Decreased from \$5,000,000 to \$2,000,000 by cancelling pro rata 3,000,000 issued shares of par value \$1.00.
- (b) Increased from \$2,000,000 to \$3,000,000 by creating an additional 1,000,000 shares of par value \$1.00.

2. The accounts of the subsidiary companies, Nickel Corporation of America and Associated Mining Corporation, have not been consolidated as they have been inactive except for exploration and development expenditures for which funds have been advanced by the parent company. The latter company is without assets and the investment therein has consequently been written down to a nominal value of \$1.00. The investment in and advances to these subsidiaries are as follows:

### NICKEL CORPORATION OF AMERICA:

Investment, 300,000 shares, acquired during 1957 and 1958 for a consideration of \$190,000.00 cash expended by the parent company on the development of mining claims in the State of Oregon owned by Nickel Corporation of America and 400,000 shares of the company's capital stock (equivalent to 100,000 of the present shares) valued at 50¢ per share

390,000.00

Advances

19,785.82

409,785.82

### ASSOCIATED MINING CORPORATION:

900,000 shares, at nominal value

1.00

\$409,786.82

3. Investments in affiliated mining companies consist of the following:

	<i>No. of Shares</i>	<i>Book Value</i>
Canadian Manganese Mining Corporation Limited (including 33,750 escrowed shares)	925,000	335,312.50
Delmico Mines Limited (including 553,847 escrowed shares)	1,291,885	344,551.80
		<u>\$679,864.30</u>

At the balance sheet date shares of Delmico were quoted at 8¢ per share and there was no bid for shares of Canadian Manganese.

4. By agreement dated January 31, 1962, the company acquired twenty-five unpatented mining claims in the Indian House Region, New Quebec Territory, Province of Quebec, for a consideration of \$145,000.00, consisting of \$25,000.00 cash and 400,000 shares of capital stock valued at 30¢ per share.

5. Capital stock issued is as follows:

	<i>Par Value</i>	<i>Discount</i>	<i>Net</i>
Balance, December 31, 1960:			
For cash	2,988,652.00	1,079,352.85	1,909,299.15
For mining claims	416,875.00	292,037.50	124,837.50
For mining claims since abandoned	350,000.00	227,500.00	122,500.00
	<u>3,755,527.00</u>	<u>1,598,890.35</u>	<u>2,156,636.65</u>
Issued in 1961, prior to reorganization, for cash	244,473.00	218,913.87	25,559.13
Balance prior to reorganization, May 23, 1961 (note 1)	<u>4,000,000.00</u>	<u>1,817,804.22</u>	<u>2,182,195.78</u>
Less: Cancelled on reorganization	<u>3,000,000.00</u>	<u>1,817,804.22</u>	<u>1,182,195.78</u>
	<u>1,000,000.00</u>	<u>—</u>	<u>1,000,000.00</u>
Issued after reorganization, for cash	<u>200,000.00</u>	<u>120,000.00</u>	<u>80,000.00</u>
	<u>\$ 1,200,000.00</u>	<u>\$ 120,000.00</u>	<u>\$ 1,080,000.00</u>

The net value of shares cancelled on reorganization, \$1,182,195.78, has been transferred to contributed surplus, against which has been applied discount of \$120,000.00 on shares subsequently issued.

6. On January 31, 1962 the company entered into an agreement to sell to an underwriter 200,000 shares of its capital stock at 30¢ per share, realizing \$60,000 cash, and in consideration therefor granted options on 800,000 additional shares as follows:

- 200,000 shares at 30¢ per share on or before May 8, 1962
- 200,000 shares at 35¢ per share on or before August 8, 1962
- 200,000 shares at 40¢ per share on or before November 8, 1962
- 200,000 shares at 50¢ per share on or before February 8, 1963.



# DELHI PACIFIC MINES LIMITED

## *Statement of Deferred Charges*

Year ended December 31, 1961

	Balance at beginning of year	Expenditures during year	Balance at end of year
<b>EXPLORATION AND DEVELOPMENT:</b>			
<b>GENERAL:</b>			
Government fees, licenses and taxes .....		364.27	
Abstracts .....		17.25	
Insurance .....		88.03	
Engineering fees .....		150.00	
	595.55	619.55	1,215.10
<b>TEMAGAMI</b> .....	166,839.21		166,839.21
<b>ATHABASKA</b> .....	87,469.68		87,469.68
<b>MANEAST, BLIND RIVER</b> .....	43,976.06		43,976.06
<b>NORCO PROJECT, BRITISH COLUMBIA:</b>			
Diamond drilling .....		14,166.97	
Wages .....		5,048.51	
Board .....		714.36	
Engineering fees and expenses .....		4,662.90	
Equipment and supplies .....		4,591.01	
Assaying .....		322.93	
Transportation and freight .....		17,167.49	
Insurance .....		50.00	
Government fees and taxes .....		553.00	
Travelling .....		3,738.07	
Equipment rental .....		1,434.50	
Reports .....		299.25	
Workmen's compensation .....		121.88	
Legal expenses .....		3,192.82	
Option payments .....		7,900.00	
Sundry .....		591.71	
		64,555.40	
Less Transferred to deficit .....		64,555.40	—
	298,880.50	619.55	299,500.05
<b>ORGANIZATION AND ADMINISTRATIVE EXPENSES:</b>			
Legal and audit .....		4,906.23	
Stock transfer expense .....		3,323.26	
Administration fee .....		4,269.00	
Listing fees and expenses .....		1,211.00	
Annual report .....		440.12	
Government fees and taxes .....		441.14	
Directors' fees .....		1,050.00	
Office expenses .....		140.95	
Supplementary Letters Patent .....		485.00	
Publicity .....		150.00	
Unemployment insurance .....		39.48	
		16,456.18	
Deduct Interest earned .....		73.02	
	120,272.71	16,383.16	136,655.87
	<u>\$419,153.21</u>	<u>\$17,002.71</u>	<u>\$436,155.92</u>

# DELHI PACIFIC MINES LIMITED

## *Statement of Contributed Surplus*

Year ended December 31, 1961

Shares cancelled on reorganization pursuant to Supplementary Letters

Patent dated May 23, 1961 (note 5):

Par value .....	3,000,000.00	
Less Discount on shares issued prior to reorganization .....	1,817,804.22	1,182,195.78
DEDUCT Discount on shares issued subsequent to reorganization (note 5)		120,000.00
CONTRIBUTED SURPLUS AT END OF YEAR .....		<u>\$ 1,062,195.78</u>

## *Statement of Deficit*

Year ended December 31, 1961

Deficit at beginning of year .....	430,424.48
Cost of and expenditures on claims abandoned .....	77,686.63
DEFICIT AT END OF YEAR .....	<u>\$ 508,111.11</u>